

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02102B
Rancho Del Conejo Community Water Co-Op, Inc.
13130 W. Rudasill Rd
Tucson, AZ 85743

R

RECEIVED

MAR 10 2008

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

3-10-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Rancho Del Conejo Community Water Co-op, Inc.		
Mailing Address 13130 W. Rudasill Road		
(Street)		
Tucson	AZ	85743
(City)	(State)	(Zip)
520-682-8335	520-682-8335	
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address Same as above		
(Street)		
(City)	(State)	(Zip)
Local Office Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: Albert Lannon		President	
(Name)		(Title)	
13130 W. Rudasill Rd.	Tucson	AZ	85743
(Street)	(City)	(State)	(Zip)
520-682-8335	520-682-8335		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>bluemoon@dakotacom.net</u>			
On Site Manager: Albert Lannon			
(Name)			
13130 W. Rudasill Road	Tucson	AZ	85743
(Street)	(City)	(State)	(Zip)
520-682-8335	520-682-8335		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent <u>Larry Udall</u>			
(Name)			
2712 N. 7 th St.	Phoenix	AZ	85006
(Street)	(City)	(State)	(Zip)
602-393-1700			
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Attorney: <u>Larry Udall</u>			
(Name)			
2712 N. 7 th St.	Phoenix	AZ	85006
(Street)	(City)	(State)	(Zip)
602-393-1700			
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

OWNERSHIP INFORMATION

Check the following box that applies to you company:

<input type="checkbox"/> Sole Proprietor (S)	<input type="checkbox"/> C Corporation (C) (Other than Association/Co-Op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-Op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input checked="" type="checkbox"/> Other (Describe) <u>Non-Profit Corporation (Co-op)</u>	

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input checked="" type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	10342	---	10342
304	Structures and Improvements	8591	5435	3156
307	Wells and Springs	71213	48416	22797
311	Pumping Equipment	158938	56766	102172
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	90349	21426	68923
331	Transmission and Distribution Mains	408991	119463	289528
333	Services	824	144	680
334	Meters and Meter Installations	29326	12273	17053
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	105110	28730	76380
340	Office Furniture and Equipment	6311	6311	---
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1566	601	965
344	Laboratory Equipment			
345	Power Operated Equipment	21700	21700	---
346	Communication Equipment			
347	Miscellaneous Equipment	10099	10070	29
348	Other Tangible Plant			
	TOTALS	923360	331335	592025

This amount goes on the Balance Sheet Acct. No. 108

See Accountants' Report.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	10342	---	---
304	Structures and Improvements	8591	5%	441
307	Wells and Springs	71213	4%	1290
311	Pumping Equipment	158938	6%	9557
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	90349	4%	3614
331	Transmission and Distribution Mains	408991	4%	15882
333	Services	824	5%	41
334	Meters and Meter Installations	29326	7%	1417
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	105110	4%	4204
340	Office Furniture and Equipment	6311	7%	120
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1566	20%	285
344	Laboratory Equipment			
345	Power Operated Equipment	21700	5%	52
346	Communication Equipment			
347	Miscellaneous Equipment	10099	6%	73
348	Other Tangible Plant			
	TOTALS	923360		36976

This amount goes on Comparative statement of Income and Expense Acct. No. 403.

Less: Amortization of Contributions in Aid of Construction

(18266)
\$ 18710

See Accountants' Report.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 98586	\$ 80559
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	12610	10908
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	1539	1489
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 112735	\$ 92956
	FIXED ASSETS		
101	Utility Plant in Service	\$ 919512	\$ 923360
103	Property Held for Future Use		10000
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(294805)	(331335)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 624707	\$ 602025
	TOTAL ASSETS	\$ 737442	\$ 694981

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	6171	5721
236	Accrued Taxes	421	461
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 6592	\$ 6182
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes Payable	\$ 252096	\$ 248809
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	26764	17440
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	355028	365323
272	Less: Amortization of Contributions	(90202)	(108468)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 291590	\$ 274295
	TOTAL LIABILITIES	\$ 550278	\$ 529286
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	187164	165695
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 187164	\$ 165695
	TOTAL LIABILITIES AND CAPITAL	\$ 737442	\$ 694981

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 118162	\$ 122227
460	Unmetered Water Revenue		
474	Other Water Revenue	4560	10425
	TOTAL REVENUES	\$ 122722	\$ 132652
	OPERATING EXPENSES		
601	Salaries and Wages	\$ ---	\$ 39340
610	Purchased Water		
615	Purchased Power	24527	27693
618	Chemicals		
620	Repairs and Maintenance	4479	7319
621	Office Supplies and Expense	7521	9176
630	Outside Services	37313	6650
635	Water Testing	2469	1792
641	Rents		
650	Transportation Expense	2373	3852
657	Insurance – General Liability	4376	4368
659	Insurance – Health and Life		7489
666	Regulatory Commission Expense – Rate Case		6627
675	Miscellaneous Expense	2112	812
403	Depreciation Expense	19845	18710
408	Taxes Other Than Income		1690
408.11	Property Taxes	9800	9076
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 114815	\$ 144594
	OPERATING INCOME/(LOSS)	\$ 7907	\$ (11942)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 751	\$ 1196
421	Non-Utility Income	10534	2851
426	Miscellaneous Non-Utility Income		
427	Interest Expense	(12683)	(13574)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (1398)	\$ (9527)
	NET INCOME/(LOSS)	\$ 6509	\$ (21469)

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	5/16/2002			
Source of Loan	U.S.D.A.			
ACC Decision No.	61733			
Reason for Loan	Plant Upgrade			
Dollar Amount Issued	\$ 266300.00	\$	\$	\$
Amount Outstanding	\$ 248809.00	\$	\$	\$
Date of Maturity	6/30/2041			
Interest Rate	5.00%	%	%	%
Current Year Interest	\$ 13574.00	\$	\$	\$
Current Year Principal	\$ 3287.00	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 5721

Meter Deposits Refunded During the Test Year \$ 1050

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.

Name of System:

ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-622-894	7.5	45	500	7-1/2	2-1/2	1969
55-622-895	40.0	200	600	12	3	1972
55-579-159	40.0	200	800	8	3	2000

*Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (Gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1		
10	2		
20	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
150000	1	N/A	1
20000	1	1000	1
6000	1	5000	1

**Note: If you are filing for more than one system, please provide separate sheets
for each system.**

See Accountants' Report.

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.

Name of System

ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	1272
3	PVC	12370
4	PVC	8820
5	PVC	NONE
6	PVC	28470
8	PVC	400
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	305
3/4	11
1	14
1 1/2	
2	
Comp. 3	
Turbo 3	1
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

NONE

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.	
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	320	2201000	2448000	
FEBRUARY	320	2352000	2306000	
MARCH	324	2934000	3115000	
APRIL	325	3034000	3237000	
MAY	326	4455000	4785000	
JUNE	327	4140000	4426000	
JULY	329	4520000	4979000	
AUGUST	327	3272000	3582000	
SEPTEMBER	330	3081000	3541000	
OCTOBER	328	3625000	3851000	
NOVEMBER	329	2939000	3093000	
DECEMBER	330	1862000	2013000	
TOTAL		38415000	41376000	TOTAL

Well #1 - .0088

Well #2 - .0103

What is the level of arsenic for each well on your system? Well #3 - .0138 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? GPM for N/A hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☐ Yes ☐ No N/A

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate sheets for each system.

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2007 was \$ 9076.20

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property tax paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

MAR 10 2008

RANCHO DEL CONEJO COMMUNITY WATER CO-OP
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY OF (COUNTY NAME))	
Pima	
NAME (OWNER OR OFFICIAL)	TITLE
Albert Lannon	President
COMPANY NAME	
Rancho Del Conejo Community Water Co-op, Inc.	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

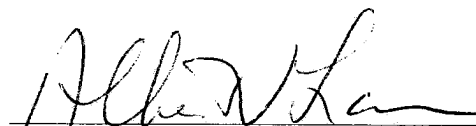
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS. PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL

520-682-8335
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

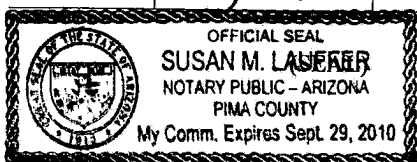
THIS

5th

DAY OF

MARCH

COUNTY NAME	<u>Pima</u>
MONTH	<u>20 08</u>




SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

1-29-2010

See Accountants' Report.

INCOME TAXES

For this reporting period, please provide the following:

Federal Taxable Income Reported Non-profit Corporation (Co-op)
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported Non-profit Corporation (Co-op)
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3/5/08
DATE

Albert Lannon
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

**VERIFICATION
STATE OF**

Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)

Pima

NAME (OWNER OR OFFICIAL) TITLE

Albert Lannon, President

COMPANY NAME

Rancho Del Conejo Community Water Co-op, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH

12

DAY

31

YEAR

2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 140110

(THE AMOUNT IN THE BOX ABOVE
INCLUDES \$ 7458
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

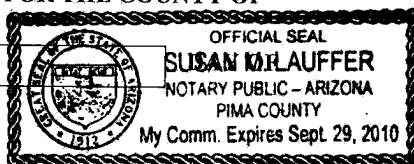
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

(SEAL)

MY COMMISSION EXPIRES

See Accountant's Report.



COUNTY NAME

Pima

MONTH

MARCH 2008

SIGNATURE OF NOTARY PUBLIC

RECEIVED
MAR 10 2008
AZ CORP COMM
Director Utilities

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

(COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Albert Lannon	TITLE President
COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS. PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01 ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 140110

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 7458
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Albert Lannon

SIGNATURE OF OWNER OR OFFICIAL

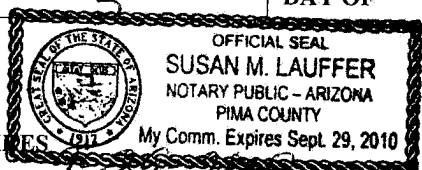
520-682-8335

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS**

5 DAY OF

(SEAL)



MY COMMISSION EXPIRES

See Accountants' Report.

NOTARY PUBLIC NAME Susan M. Lauffer	
COUNTY NAME Pima	
MONTH MARCH	2008

X *Susan M. Lauffer*

SIGNATURE OF NOTARY PUBLIC

HOLM, HESTAND & VALENZUELA, CPAs, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
3131 NORTH COUNTRY CLUB ROAD, SUITE 109
TUCSON, ARIZONA 85716

DOUGLAS R. HOLM, CPA
EMMA K. HESTAND, CPA
JANETTE G. VALENZUELA, CPA

TELEPHONE: (520) 326-8483
FAX: (520) 795-5191
E-MAIL: HHVCPA@EARTHLINK.NET

We have compiled the balance sheets of Rancho Del Conejo Community Water Co-op, Inc. as of December 31, 2007 and 2006, and the related comparative statements of income and expense for the years then ended, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above, and accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Holm, Hestand, Valenzuela CPAs P.C.

February 23, 2008

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
ATTN: ALBERT LANNON/PRESIDENT
13000 W RUDASILL ROAD
TUCSON AZ 85743

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2006 REAL ESTATE TAXES

BOOK	MAP	PARCEL	TOTAL TAX ASSESSED	DATE
923	20	6020	\$ 8,740.12	4/12/2007

PAYMENTS

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
04/04/2007	SECOND HALF	\$4,370.06	\$0.00	\$0.00	\$4,370.06
	TOTAL PAID	\$4,370.06	\$0.00	\$0.00	\$4,370.06

PROPERTY ADDRESS

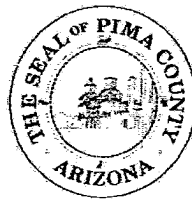
TAX YEAR 2006 BALANCE DUE

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$0.00
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$0.00

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
ATTN: ALBERT LANNON/PRESIDENT
13000 W RUDASILL ROAD
TUCSON AZ 85743

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2007 REAL ESTATE TAXES

BOOK	MAP	PARCEL	TOTAL TAX ASSESSED	DATE
923	20	6020	\$ 8,119.98	9/26/2007

PAYMENTS

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
09/21/2007	FIRST HALF	\$4,059.99	\$0.00	\$0.00	\$4,059.99
	TOTAL PAID	\$4,059.99	\$0.00	\$0.00	\$4,059.99

PROPERTY ADDRESS

TAX YEAR 2007 BALANCE DUE

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$4,059.99
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$4,059.99

ADDITIONAL INFORMATION

FIRST HALF TAXES ARE DUE 10/01/2007 AND DELINQUENT AFTER 11/01/2007. SECOND HALF TAXES ARE DUE 03/01/2008 AND DELINQUENT AFTER 05/01/2008. INTEREST CHARGES ACCRUE FOR PAYMENTS MADE AFTER DELINQUENCY DATES. FOR PAYMENT INFORMATION AFTER DELINQUENCY DATES, PLEASE CALL (520) 740-8341 OR VISIT WWW.TO.PIMA.GOV

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

115 North Church Avenue - Tucson, Arizona 85701-1199 - Phone (520) 740-8341 - Fax (520) 884-4809

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
ATTN: ALBERT LANNON/PRESIDENT
13000 W RUDASILL ROAD
TUCSON AZ 85743

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2007 REAL ESTATE TAXES

BOOK	MAP	PARCEL	TOTAL TAX ASSESSED	DATE
213	12	3100	\$ 72.57	9/25/2007

PAYMENTS

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
09/19/2007	FULL YEAR	\$72.57	\$0.00	\$0.00	\$72.57
	TOTAL PAID	\$72.57	\$0.00	\$0.00	\$72.57

PROPERTY ADDRESS

TAX YEAR 2007 BALANCE DUE

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$0.00
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$0.00

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

2007 PROPERTY TAX STATEMENT

ARIZONA

BOOK	STATE CODE # MAP	PARCEL	AREA CODE	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	IRRIGATION DISTRICT \$ PER ACRE
213	12	150J	0602	8.4579	6.9827	

ASSESSMENT	VALUE IN DOLLARS	ASSESSMENT RATIO	ASSESSED VALUE IN DOLLARS	EXEMPTIONS	NET ASSESSED VALUE
LIMITED	14,420	24.0	3,461		3,461
FULL CASH	14,420	24.0	3,461		3,461
PERSONAL PROPERTY					

2007 TAX SUMMARY		JURISDICTION	2007 TAXES	2006 TAXES	DIFFERENCE
PRIMARY PROPERTY TAX	292.73	PIMA COUNTY PRI	124.67	135.74	-11.07
LESS STATE AD TO EDUCATION	0.00	MARANA DST#6 PRI	132.79	136.44	-3.65
NET PRIMARY PROPERTY TAX	292.73	PIMA COLLEGE PRI	35.27	37.34	-2.07
SECONDARY PROPERTY TAX	241.68	COUNTY BONDS SEC	23.71	25.26	-1.55
TOTAL TAX DUE FOR 2007	534.41	MARANA DST#6 SEC	67.55	72.42	-4.87
		JOINT TECH ED SE	1.73	0.00	1.73
		PIMA COLLEGE SEC	5.72	6.87	-1.15
		PICT ROCK FD SEC	112.48	114.82	-2.34
		CEN ARIZ WTR SEC	3.46	4.24	-0.78
		PIMA CO FLD SEC	11.93	13.23	-1.30
		LIBRARY DISTRICT	13.76	12.98	0.78
		FIRE DIST ASSIST	1.34	1.47	-0.13

13130 W RUDASILL RD PC

W150' N300' OF E2 SW4 SE4 NW4 1.03 AC

SEC 8-13-11

TOTAL VALUE OF OPERATING PROPERTY - TAXPAYER

GROUP NO 232

TOTALS

534.41

560.81

-26.40

PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2007. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2008. The minimum acceptable payment is \$10 or 10% of the payment due, whichever is greater.

0185487 01 AV 0.312 **AUTO T3 0 0781 85743-762289


RANCHO DEL CONEJO COMMUNITY WATER CO-OP
ATTN: ALBERT LANNON/PRESIDENT
13000 W RUDASILL ROAD
TUCSON AZ 85743-7622

THERE WILL BE A \$25 CHARGE FOR EACH RETURNED CHECK
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

Please make your check payable to
Pima County Treasurer
and mail to:

Pima County Treasurer
PO BOX 29011
Phoenix AZ 85038-9011



PLEASE INCLUDE YOUR STATE CODE NUMBER ON YOUR CHECK.



September 01, 2007 through September 28, 2007

Primary Account: 000000022617036

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/14/07 6858
PAY TO THE ORDER OF [REDACTED]
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 9/10-9/14/07
⑆122100024⑆ 022617036⑆6858 ⑆0000030157⑆
00 [REDACTED] 301.57

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/14/07 6859
PAY TO THE ORDER OF [REDACTED] 1320
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 9/10-9/14/07
⑆122100024⑆ 022617036⑆6859 ⑆0000017137⑆
004910289546 SEP [REDACTED]

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/14/07 6860
PAY TO THE ORDER OF [REDACTED] 103 42
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 9/10-9/14/07
⑆122100024⑆ 022617036⑆6860 ⑆0000010317⑆
005 [REDACTED]

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/17/07 6861
PAY TO THE ORDER OF [REDACTED] \$ 25 00
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO #070445
⑆122100024⑆ 022617036⑆6861
[REDACTED]

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/17/07 6862
PAY TO THE ORDER OF [REDACTED]
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO [REDACTED]
⑆122100024⑆ 022617036⑆6862 ⑆0000012781⑆
[REDACTED]

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/17/07 6863
PAY TO THE ORDER OF Pima County Treasurer \$ 10 49
Eighteen dollar 49/100
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 2/13-12-0820
⑆122100024⑆ 022617036⑆6863 ⑆0000001819⑆
006310103693 SEP 21 #0000006863 \$18.49

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/17/07 6864
PAY TO THE ORDER OF Pima County Treasurer \$ 72 57
Seventy Two dollar 57/100
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 2/13-12-3103
⑆122100024⑆ 022617036⑆6864 ⑆0000007257⑆
006310103692 SEP 21 #0000006864 \$72.57

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/17/07 6865
PAY TO THE ORDER OF Pima County Treasurer \$ 267 20
Two hundred sixty seven dollar 20/100
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 2/13-12-1505
⑆122100024⑆ 022617036⑆6865 ⑆0000026721⑆
006310103641 SEP 21 #0000006865 \$267.21

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/17/07 6866
PAY TO THE ORDER OF Pima County Treasurer \$ 267 20
Two hundred sixty seven dollar 20/100
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 2/13-12-1505
⑆122100024⑆ 022617036⑆6866 ⑆0000026720⑆
006310103640 SEP 21 #0000006866 \$267.20

RANCHO DEL CONEJO
COMMUNITY WATER CO-OP, INC.
13130 W. RUDASILL RD.
TUCSON, AZ 85743
DATE 9/19/07 6867
PAY TO THE ORDER OF Pima County Treasurer \$ 4059 99
four thousand fifty nine dollar 99/100
CHASE
#Morgan Chase Bank, N.A.
Phoenix, Arizona 85073
www.Chase.com
MEMO 9/15-10-6020
⑆122100024⑆ 022617036⑆6867 ⑆0000040599⑆
002310826212 SEP 24 #0000006867 \$4,059.99

Need more information about any of these images of cleared items? Registered users of Chase Online see BOTH front and back of images of cleared items. Chase Online is a free service. Visit www.Chase.com to enroll or log in.

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
ATTN: ALBERT LANNON/PRESIDENT
13000 W RUDASILL ROAD
TUCSON AZ 85743

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2007 REAL ESTATE TAXES

BOOK	MAP	PARCEL	TOTAL TAX ASSESSED	DATE
213	12	0820	\$ 18.49	9/25/2007

PAYMENTS

PAYMENT DATE	DESCRIPTION	TAX PAID	INTEREST PAID	FEES PAID	TOTAL
09/19/2007	FULL YEAR	\$18.49	\$0.00	\$0.00	\$18.49
	TOTAL PAID	\$18.49	\$0.00	\$0.00	\$18.49

PROPERTY ADDRESS

TAX YEAR 2007 BALANCE DUE

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$0.00
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$0.00

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DE CANEJO WATER CO-OP
13130 W RUDASILL RD
TUCSON, AZ 85743-9312

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2007 PERSONAL PROPERTY TAXES

REFERENCE NO

07011151418

TOTAL TAX ASSESSED

\$ 20.68

DATE

9/12/2007

PAYMENTS

PAYMENT DATE	DESCRIPTION	TAX	INTEREST	MHR FEE	SEIZE FEE	NSF FEE	RECLAIMED REFUNDS	TOTAL
09/05/2007	FIRST HALF	\$20.68	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$20.68
	TOTAL PAID	\$20.68	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$20.68

TAX YEAR 2007 BALANCE DUE

DESCRIPTION	AMOUNT
FIRST HALF TAX DUE	\$0.00
SECOND HALF TAX DUE	\$0.00
MOBILE HOME RELOCATION FEE DUE	\$0.00
SHERIFF SEIZURE FEE DUE	\$0.00
NSF FEE DUE	\$0.00
RECLAIMED REFUND DUE	\$0.00
TOTAL AMOUNT DUE	\$0.00

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER